## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF INDIANA NEW ALBANY DIVISION

IN RE:	) Chapter 11
EASTERN LIVESTOCK CO., LLC,	) Case No. 10-93904-BHL-11
Debtor.	) Hon. Basil H. Lorch III
JAMES A. KNAUER, CHAPTER 11 TRUS' OF EASTERN LIVESTOCK CO., LLC,	<i>)</i> TEE) )
Plaintiff,	) ) Adversary Proceeding No
v.	) Adversary Proceeding No
TRAVIS DICKE,	)
Defendant.	)

# **ADVERSARY COMPLAINT**

For his complaint against Travis Dicke, James A. Knauer, as Chapter 11 Trustee for Eastern Livestock Co., LLC, states as follows:

### **Jurisdiction & Parties**

- 1. The above-captioned adversary proceeding (the "Adversary Proceeding") arises in and is related to the above-captioned bankruptcy case (the "Chapter 11 Case"), which is currently pending under chapter 11 of title 11 of the United States Code (the "Bankruptcy Code") in the United States Bankruptcy Court for the Southern District of Indiana, New Albany Division (the "Court").
- 2. This Adversary Proceeding is brought pursuant to Rule 7001 of the Federal Rules of Bankruptcy Procedure.

- 3. This Court has jurisdiction over the subject matter of this Adversary Proceeding pursuant to 28 U.S.C. §§ 157 and 1334.
  - 4. This Adversary Proceeding is a core proceeding pursuant to 28 U.S.C. § 157(b).
  - 5. Venue is proper in this Court pursuant to 28 U.S.C. § 1409(a).
- 6. Eastern Livestock Co., LLC ("<u>ELC</u>") was one of the largest cattle dealers in the United States, with operations and assets located in at least eleven states. ELC was headquartered in New Albany, Indiana, with branch locations across several states.
- 7. Certain petitioning creditors commenced the Chapter 11 Case on December 6, 2010, by filing an involuntary petition for relief under the Bankruptcy Code. The Court entered the Order For Relief in An Involuntary Case and Order to Complete Filing on December 28, 2010.
  - 8. James A. Knauer ("Trustee") was appointed as the Chapter 11 Trustee for ELC.
- 9. Defendant Travis Dicke d/b/a Dicke Feedyard ("<u>Defendant</u>") is an individual who does business under the name of Dicke Feedyard. Defendant resides in Nebraska and his address is 16963 415 Street, Creston, NE 68631.

### **Factual Circumstances**

- 10. In September and October of 2010, Defendant entered into multiple business transactions with ELC, whereby Defendant purchased cattle from ELC and agreed to pay for such cattle.
- 11. ELC delivered the purchased cattle to Defendant and, in most cases, sent Defendant invoices reflecting amounts owed for the purchases (the "Invoices"). True and accurate copies of the Invoices are attached hereto as Exhibit A.

12. Defendant has not paid ELC or the Trustee the amounts due and owing for the cattle delivered to Defendant, as reflected in the Invoices.

### **Count I – Breach of Contract**

- 13. The Trustee incorporates by reference the allegations contained in paragraphs 1 through 12, inclusive, as if fully set forth herein.
- 14. Defendant is in breach of the contract for failing to pay amounts when due. The amount due and owing is equal to \$163,205.59, plus interest.
- 15. ELC's estate has been damaged as a direct result of Defendant's breach of contract.
- 16. All conditions precedent to the Trustee's claims have been performed, have occurred, or have been excused.

WHEREFORE, the Trustee requests that this Court enter judgment in the Trustee's favor and against Defendant, and award the Trustee appropriate damages in the amount of \$163,205.59, plus interest, and all other just and proper relief.

## Count II - Unjust Enrichment and Quantum Meruit

- 17. The Trustee incorporates by reference the allegations contained in paragraphs 1 through 16, inclusive, as if fully set forth herein.
- 18. Defendant impliedly or expressly requested ELC to deliver the cattle reflected in the Invoices.
- 19. Defendant's retention of the cattle without reimbursing ELC or the Trustee would constitute unjust enrichment.

20. The reasonable value of the cattle that ELC delivered to Defendant is equal to \$163,205.59.

WHEREFORE, the Trustee requests that this Court enter judgment in the Trustee's favor and against Defendant, and award the Trustee appropriate damages in the amount of \$163,205.59, plus interest, and all other just and proper relief.

### **Count III -- Conversion**

- 21. The Trustee incorporates by reference the allegations contained in paragraphs 1 through 20, inclusive, as if fully set forth herein.
- 22. Defendant has claimed that he did not request or otherwise agree to purchase the cattle that ELC delivered to him. However, Defendant retained possession of the cattle that ELC delivered to him and subsequently sold such cattle to third parties.
- 23. By retaining cattle that Defendant claims he did not purchase and subsequently selling them and receiving the proceeds therefrom, Defendant knowingly exerted unauthorized control of the property of another, thus committing conversion.
- 24. ELC's estate has been damaged by Defendant's conversion of the cattle that ELC delivered or caused to be delivered to him.

WHEREFORE, the Trustee requests that this Court enter judgment in the Trustee's favor and against Defendant, and award the Trustee appropriate damages in the amount of \$163,205.59, plus interest, and all other just and proper relief.

Respectfully submitted,

FAEGRE BAKER DANIELS LLP

By: /s/ Shawna Meyer Eikenberry

Counsel for James A. Knauer, Chapter 11 Trustee

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